Sectt. H-29—27,004—25-11-26.

Development (1926) Department.

Misc. SERIES.

G.O. No. 1317

DATED 7-9-26

[Despatch Abstract.]

Industries

State aid to Industries Act - The Canara Mic.. and Saw Mill Ltd. Connapoor - application of loan - revised orders issued.

BACK PAPERS.

G.O.	No.	Department.	Date.	G.O.	No.	Department.	Date.

FURTHER PAPERS.

G.O.	No	Department.	Date.	G.O.	No.	Department.	Date

C.F 20—5,000—3-12-21.

DEPARTMENT:

Received ..... 192 . *Registered* 192

Dev 2129 II
2-526

Subject.

State Aid to Industries - The Canara Rice and Saw Mills Ltd.. Coondapoor - Purchase of Circular Saw Machine.

ASSISTANT SECRETARY TO GOVERNMENT
28 AUG 1926
DEVELOPMENT DEPT.

ENCLOSURES.
No. .....
.....
Spare copies .....

No. 64-A/26.

Station Madras. *Dated the* 16th August 1926. 192 .

From (Name) Khan Bahadur Muhammad Bazl-Ul-Lah Sahib Bahadur, C.I.E., O.B.E.,
(Designation) Director of Industries, Madras.

To The Secretary to the Government of Madras,
Development Department.

Sir,

I have the honour to invite a reference to G.O.No. 312-Press Development dated the 2nd March 1925 sanctioning a loan of Rs.9600 to Messrs:Kelkar Bros., Managing Agents of the Canara Rice and Saw Mills Ltd., Coondapoor It will be observed that the loan was granted for the purchase of a Vertical Band Saw for the Mills, the saw to be purchased with the prior approval of the Chief Forest Engineer. Messrs:Kelkar Bros., were in consultation with the Chief Forest Engineer between March and December 1925 with reference to the suitability of a number of available types of saw mill, both new and second hand, but had ultimately to obtain a circular saw mill, as recommended by the Chief Forest Engineer, since

a suitable Band Saw, that would handle hard qualities of wood, could not be obtained for the amount of loan sanctioned. The circular saw mill purchased was supplied by Messrs; Cobbold and Co., Calcutta, at a cost of Rs.2861-15-0 excluding customs duty, landing and clearing charges etc, at Coondapoor. The Circular Saw being mainly intended for breaking down logs, Messrs:Kelkar Bros. propose, on the recommendation of the Chief Forest Engineer, to purchase a Frame Saw for the work of sawing plankings and instal it as a supplemental equipment to the Circular Saw, utilising the balance of the loan amount for the purpose. I have requested the Chief Forest Engineer to assist Messrs:Kelkar Bros., in the selection of a proper Frame Saw as early as possible, and shall report to Government in due course the actual amount expended on the purchase of this machine. The Chief Forest Engineer has also been requested to arrange for the inspection, by a competent officer of his Department, of the Circular Saw Mill installed by Messrs:Kelkar Bros., while it is at work, in order to ensure that the machine satisfactorily serves the purpose for which it is intended.

2. Messrs:Kelkar Bros. obtained the Circular Saw Mill only about the middle of June last, the delay having been due to the fact that it was only about the middle of December 1925 and after a good deal of correspondence that the type of Saw to be purchased was settled in consultation with the Chief Forest Engineer and also to the fact that while the machine arrived at Coondapoor at the end of April 1926 Messrs;Kelkar Bros. did not take delivery of it until about the middle of June 1926. I have asked the firm to explain the delay that has occurred in the matter of taking deliver of the machine.

3. Owing to the reasons set forth above, Messrs:Kelkar Bros have not been able properly to fulfil the terms of clause (c) of paragraph (1) of the G.O. sanctioning the loan

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viz. the application of the whole amount of the loan in the purchase of the Saw within a period of one year from the date of disbursement of the loan which was the 31st March 1925. The firm have, however, been asked to act with the utmost expedition in the purchase and installation of the Frame Saw referred to above in consultation with the Chief Forest Engineer.

4. I may add in this connection that though repayment of the first instalment of the loan made to the party fell due on the 15th May 1926, Messrs:Kelkar Bros. ~~& Co~~., did not remit the amount till the 25th idem. I am addressing Government separately through the Accountant General in regard to the penalty that should be levied for the default.

I have the honour to be

Sir,

Your most obedient servant,

for Director of Industries.

G.M.

Development Department

Letter from the D.I.No.64 A/26, d.16-8-1926

Canara Rice and Saw Mills-
application of the loan grar
-ed to them

To Asst. Secretary

The question for consideration is whether the Canara Rice and Saw Mills may be allowed to utilise the loan granted to them in G.O.No.312, date 2-3-1925 for purposes other than that for which it was sanctioned. The loan was sanctioned for the purchase of a band saw with a view to extend the operation of the Mill. But as this saw was not available, the Company have purchased on the recommendation of the Chief Forest Engineer a circular saw at a cost of Rs.2861-15-0. And they propose to utilise the balance of the loan money after purchasing another saw for sawing planks. This proposal has also the approval of the Chief Forest Engineer. Although the Company has not purchased the band saw, they have either purchased or propose to purchase machinery for sawing purposes alone. This will extend the operations of the Mill and their proposal has the approval of the Chief Forest Engineer. There seems therefore no objection to the application of the loan in the manner proposed

The remarks of Finance may be invited.

2 SEP 1926
ASSISTANT SECRETARY TO GOVT.
FINANCE DEPARTMENT

bm 2.9.26.

S/RR 3/9

hra 1.9.26

Finance no

G.O. no. 2129-II-26-1
1.9.26.

Fin Cir. 25784 Expo.
2-9-26.

P.T.O

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Finance (Exp.)

Submitted that there seems to be no objection to the proposal to allow Messrs. Kelkar Bros of Goondapur to utilize the loan money (Rs.9,600) in the purchase of a circular saw mill & a frame saw instead of a vertical band saw as originally intended

2.9.26

2-9-26

3.9.26

DSW m/o

4 SEP 1926
DEPARTMENT UNDER SECY TO GOVT

Fin. m.o. 26784 EXP

3-9-26.

DW

To AS

Dev. Dept. D 2209 II

4.9.26

A draft order is submitted

S/ RR
6.9.

6.9.26

7.9.26

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8.9.26

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9.9.26

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Scott. II-5 (b)—25,000—25-11-25. (6)

Dev. DEPARTMENT.

	Date.	Initials.
When received for Fair-copying. .		
When copied	9.9.26	
When examined	9.9.26	
When signed		
When despatched		

Industries

State Aid to Industries Act. The Canara Rice and Saw Mills Ltd. — Coondapoor — application for loan — revised order issued.

READ AGAIN G.O. No. 312, dated 2.3.1925 (G)

" " " " " " 192

READ ALSO:—

C. No. 2129/5/26 From the D 1, No. 624/26, dated 6.9.1926.

" " " " " " 192

" " " " " " 192

ORDER. (Mis) No. 1317, dated 9.9.1926

The Govt. approve the action of the Canara Rice and ~~Saw~~ Saw Mills Ltd., Coondapoor in having purchased a circular saw with out of the loan sanctioned in G.O. No. 312, dt. 2.3.1925. They also sanction their proposal that the balance of the loan should be applied to the purchase of a frame saw in addition

G.

Con 7.9.26.

S. 8.9.26

7.9.26

No. to D.I. (9/26)

A.G. thro' the I.D. (9/26)

DESPATCHED

10 SEP 1926